GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2970
ANSWERED ON:02.12.2016
Interest on Subsidies
Kesineni Shri Srinivas

Will the Minister of FINANCE be pleased to state:

a) the details of amount spent by the Central Government on various interest subsidies, head-wise;
b) Whether the Government has allocated funds for interest subvention for industrial units in Andhra Pradesh and Telangana during the current financial year;
c) if so, the details thereof along with the funds allocated/ utilised for the purpose in Andhra Pradesh (AP) and Telangana; and
d) Whether the Government proposes to increase the interest subvention for industrial units in AP and Telangana in the coming financial year and if so, the details thereof and action taken thereon?

Answer

(a) To (d): Statement of interest subsidies is annexed. As per the information received from the Department of Industrial Policy & Promotion (DIPP), Ministry of Commerce & Industry, a budget provision of Rs. 100 crore has been made during the current financial year under Demand No. 12 (Major Head 2885) of DIPP for interest-subvention to industrial units in Andhra Pradesh and Telengana. There is no proposal under consideration in DIPP to increase the interest subvention for industrial units(s) in Andhra Pradesh and Telengana.

Annexure
Statement of interest subsidies*
(In crores of Rupees)

NAMES OF PUBLIC ENTERPRISES etc.	Actuals 2014-15	Budget 2015-16	Revised 2015-16	Budget 2016-17
1. Interest Subsidies to Khadi Industries	...	21.25	10.12	...
2. Interest Subsidies to Other Village Industries	...	5.36	5.36	...
3. Interest Subsidy to Banks under Export Promotion	1426.99	1625.00	400.00	...
4. Interest subsidy to Hindustan Shipyard Limited	...	5.90	3.50	4.84
5. Interest Subsidy to Hindustan Steelworks Construction Limited for loans raised for implementation of VRS	44.05	44.11	...	44.05
6. Interest Subsidy to LIC for Pension Plan for Senior Citizens	111.24	101.79	101.79	171.90
7. Interest Subvention for providing Short Term Credit to Farmers	6000.00	13000.00	13000.00	15000.00
8. Interest subvention on scheme for extending soft loan to sugar mills	2015 ...	...	202.50	202.50
9. Interest subvention to Industrial Units in Andhra Pradesh & Telengana	...	100.00	...	100.00
10. Payment of Subsidy to Nodal Agencies i.e. Reserve Bank of India and National Housing Bank	50.00	0.01	85.00	...
TOTAL - INTEREST SUBSIDIES	7632.28	14903.42	13808.27	15523.29

* Statement 5 of Expenditure Budget Vol. I, 2016-17